

COMPANY REGISTRATION NUMBER: 1498317

DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED

31 MARCH 2003



DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2003

INDEX

	<u>Page</u>
Report of the Directors	1. and 2.
Report of the Auditors	3.
Profit and Loss Account	4.
Balance Sheet	5.
Notes to the Accounts	6. to 10.

DOWN AND SON LIMITED

DIRECTORS:

S J Down
C J Down

REGISTERED OFFICE:

6 The Parade
Exmouth
Devon

BANKERS:

H S B C
1 Rolle Street
Exmouth
Devon

SOLICITORS:

Every's
Magnolia House
Church Street
Exmouth
Devon
EX8 1HQ

AUDITORS

Southon & Co
Chartered Accountants
6 The Parade
Exmouth
Devon
EX8 1RL

DOWN AND SON LIMITED
REPORT OF THE DIRECTORS

The Directors submit their report and audited Accounts for the year ended 31 March 2003.

PRINCIPAL ACTIVITY

The principal activity of the Company was that of Retail Pork Butchers.

DIRECTORS

The Directors who served during the year and the beneficial and family interests of those serving at the end of the year in the shares of the Company were as follows:-

	Ordinary Shares of £1 each	
	<u>31 March 2003</u>	<u>31 March 2002</u>
C J Down Esq	99	99
S J Down Esq	1	1

TAXATION STATUS

In the opinion of the Directors, the Company is a close Company within the meaning of the Income and Corporation Tax Act 1988.

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements the Directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

DOWN AND SON LIMITED
REPORT OF THE DIRECTORS

Cont/d ..

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution will be proposed at the next Annual general Meeting to re-appoint the Auditors, Southon & Co.

The Report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small Companies.

By Order of the Board,

Secretary

L E DODD

27 May 2003

INDEPENDENT AUDITORS REPORT TO THE SHAREHOLDERS

OF

DOWN AND SON LIMITED

We have audited the financial statements of Down and Son Limited for the year ended 31 March 2003 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective Responsibilities of Directors and Auditors

This report is made solely to the Company's members, as a body in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report, and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, as for the opinions we have formed.

As described in the Statement of Directors Responsibilities the Company's Directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the Company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Directors' remuneration and transactions with the Company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of Audit Opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 2003 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Southon & Co
6 The Parade
Exmouth, Devon

27 May 2003

3.



Chartered Accountants
and Registered Auditors

DOWN AND SON LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2003

	<u>Note</u>	<u>2003</u>	<u>2002</u>
		£	£
<u>TURNOVER</u>		414279	394674
Cost of Sales		<u>219395</u>	<u>211079</u>
<u>GROSS PROFIT</u>		194884	183595
Distribution Costs	136552		126618
Administrative Expenses	<u>36810</u>	<u>173362</u>	<u>51586</u>
			<u>178204</u>
Other Operating Income	2.	<u>21522</u>	<u>5391</u>
		<u>350</u>	<u>756</u>
<u>OPERATING PROFIT</u>		21872	6147
Interest Payable	3.	<u>500</u>	<u>467</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>	4.	21372	5680
<u>TAXATION</u> on Profit on Ordinary Activities	6.	<u>2822</u>	<u>322</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>AFTER TAXATION</u>		18550	5358
Dividends	7.	<u>20000</u>	<u>20000</u>
<u>RETAINED LOSS FOR THE YEAR</u> Transferred to Reserves	15.	£(1450)	£(14642)
		<u> </u>	<u> </u>

The Company had no recognised gains or losses other than those included above.

All activities were of a continuing nature.

The Notes on Pages 6. to 10. form an integral part of these Accounts.

DOWN AND SON LIMITED

BALANCE SHEET AS AT 31 MARCH 2003

	Note	2003	2002
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8.	47975	53110
<u>CURRENT ASSETS</u>			
Stock	9.	640	640
Debtors	10.	4036	3420
Cash at Bank and in Hand		<u>28485</u>	<u>19593</u>
		33161	23653
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>			
Other Creditors	11.	<u>34248</u>	<u>27077</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>		<u>(1087)</u>	<u>(3424)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		46888	49686
<u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>			
Other Creditors	12.	—	<u>1348</u>
		£46888	£48338
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	14.	100	100
Profit and Loss Account	15.	<u>46788</u>	<u>48238</u>
<u>SHAREHOLDERS FUNDS</u>	16.	£46888	£48338

The Accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small Companies and the Financial Reporting Standard for Smaller Entities.

[Signature]

) Directors

The Accounts were approved by the

Board of Directors on:

27 May 2003

The Notes on Pages 6. to 10. form an integral part of these Accounts.

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2003

1. Accounting Policies

a) Accounting Convention

The accounts have been prepared under the Historical Cost Convention.

b) Turnover

Turnover is the amount derived from the provision of goods and services falling within the Company's ordinary activities after deduction of trade discounts.

c) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost.

Depreciation is provided to write down the cost to the estimated residual value by the reducing balance method using the following rates:

Plant and Equipment	10%
Motor Vehicles	25%

d) Leases

Assets held under finance leases have been included under tangible fixed assets and depreciated over the period of their useful economic lives.

The capital element of the future payments is treated as a liability and the interest element is charged to Profit and Loss Account.

Operating lease rentals are charged to Profit and Loss Account as incurred.

e) Stock and Work in Progress

Stock and work in progress are valued at the lower of cost and net realisable value. Cost includes direct materials, labour and manufacturing overheads incurred in bringing each product to its present location and condition. Net realisable value is based on estimated selling price less further costs to completion and selling costs.

f) Pensions

The Company operates a defined contribution scheme. Contributions payable for the period are charged in the Profit and Loss Account.

g) Cash Flow Statement

The Company has taken advantage of the exemptions contained in Financial Reporting Standard No.1 and has not produced a Cash Flow Statement.

	2003 £	2002 £
2. <u>Other Operating Income</u>		
Building Society Interest	£350	£756
	=====	=====
3. <u>Interest Payable</u>		
Finance charges of capitalised finance leases	£500	£467
	=====	=====
4. <u>Profit on Ordinary Activities before Taxation is after charging</u>		
Directors Emoluments (See Note 5.)	20000	29425
Auditors Remuneration : Audit Work	880	880
: Non Audit Work	500	485
Depreciation of Tangible Fixed Assets		
- owned	5371	5357
- under hire purchase and finance lease agreements	1082	1443
Pension costs	1352	1323
	=====	=====
5. <u>Directors Remuneration</u>		
Details of emoluments		
Salary	20000	20650
Other Emoluments	-	8775
Pension Scheme Contributions	-----	-----
	£20000	£29425
	=====	=====

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2003

6. <u>Taxation on Profit on Ordinary Activities</u>	<u>2003</u>	<u>2002</u>
UK Corporation Tax	2822	322
(Overprovision)/Underprovision for previous periods	—	—
	£2822	£322
	—	—

U K Corporation Tax has been charged on profits at 19% (2002 10%)

7. <u>Dividends</u>	<u>2003</u>		<u>2002</u>	
	£ <u>Per Share</u>	<u>Amount</u>	£ <u>Per Share</u>	<u>Amount</u>
Paid	£200	£20000	£200	£20000
	—	—	—	—

8. <u>Tangible Fixed Assets</u>	<u>Plant and Equipment</u> £	<u>Motor Vehicles</u> £	<u>Total</u> £
Cost - 1 April 2002	170752	13395	184147
Additions	1318	-	1318
Disposals	—	—	—
Cost - 31 March 2003	£172070	£13395	£185465
	—	—	—
Depreciation - 1 April 2002	124374	6663	131037
Charge for the Period	4770	1683	6453
Withdrawn on Disposals	—	—	—
Depreciation - 31 March 2003	£129144	£8346	£137490
	—	—	—
<u>Net Book Value</u>			
31 March 2003	£42926	£5049	£47975
	—	—	—
31 March 2002	£46378	£6732	£53110
	—	—	—

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2003

	<u>2003</u> <u>£</u>	<u>2002</u> <u>£</u>
9. <u>Stock</u>		
Goods bought for resale	£640	£640
	<u> </u>	<u> </u>
10. <u>Debtors</u>		
Due within one year		
Trade Debtors	747	550
Other Debtors	-	-
Prepayments	<u>6289</u>	<u>2870</u>
	£4036	£3420
	<u> </u>	<u> </u>
11. <u>Creditors - amounts falling due within one year</u>		
Trade Creditors	9406	6643
U K Corporation Tax on 2003 profits	2822	322
Social Security and Other Taxes	16504	15799
Accrued Expenses	2148	1432
Directors Current Account	2189	928
Hire Purchase	<u>1179</u>	<u>1953</u>
	£34248	£27077
	<u> </u>	<u> </u>
12. <u>Creditors - amounts falling due after more than one year</u>		
Hire Purchase	£ -	£1348
	<u> </u>	<u> </u>

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2003

2002

£ -

14. Share Capital	2003	2002
-------------------	------	------

2002

100

100

62880

(14642)

£48238

(14642)

1998

(14642)

62980

£48338